

CANADIAN POWER &
PAPER INVESTMENTS
LIMITED

ANNUAL REPORT

FOR THE YEAR ENDING
DECEMBER 31st

1930

Head Office:
355 ST. JAMES STREET
MONTREAL

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Canadian Power & Paper Investments, Limited



Annual Report

For the Year Ending December 31st, 1930



OFFICERS

President

A. J. NESBITT, Montreal

Vice-President

P. A. THOMSON, Montreal

Directors

J. S. AIRD	Montreal
A. J. NESBITT	Montreal
M. A. THOMSON	Montreal
P. A. THOMSON	Montreal
JAS. B. WOODYATT	Montreal

Secretary

L. C. HASKELL

Treasurer

CHAS. JOHNSTONE

Assistant Secretary

V. J. NIXON

Assistant Treasurer

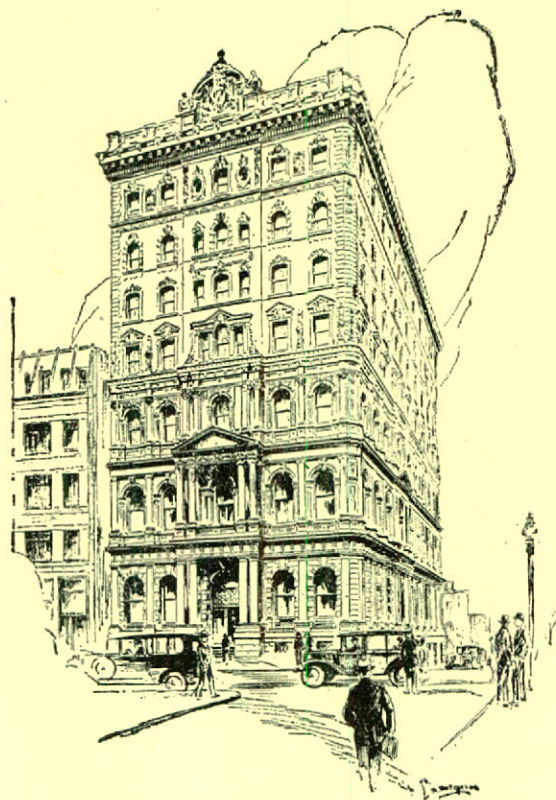
F. D. LAMONT

Fiscal Agents

NESBITT, THOMSON & COMPANY, LIMITED

Auditors

P. S. ROSS & SONS



Head Office:

CANADIAN POWER & PAPER INVESTMENTS, LIMITED

and its Fiscal Agents

NESBITT, THOMSON & COMPANY, LIMITED

355 St. James Street West
MONTREAL

Canadian Power & Paper Investments, Limited



February 10th, 1931

TO THE SHAREHOLDERS:—

Your Directors take much pleasure in presenting the following report covering the operations of your Company for the year ending December 31st, 1930. From the figures given in this report it will be seen that in spite of adverse conditions your Company was able to achieve some progress during the period under review, in that the revenue from investments was increased from \$275,205.63 to \$329,607.70.

Net Profit from Operations after providing for all expenses.	\$276,975.85
LESS:—	
Interest on Debentures.....	125,000.00
Dividend on 100,000 Shares 5% Cumulative Convertible Preferred Stock outstanding.....	125,000.00
Balance.....	\$26,975.85

This amount has been carried forward and added to the surplus from prior year's operations, leaving a total at the credit of Surplus Account as at December 31st, 1930, of the sum of \$547,367.45. This is after providing for minor prior year's adjustments in the Surplus Account.

The assets of the Company consist of Cash on Hand and Security Investments made up of bonds, preferred and common stocks of leading public utility and industrial companies throughout Canada, the United States and Foreign countries.

Less than Twenty Per Cent (20%) of your Company's funds are invested in the securities of pulp and paper companies.

The drastic decline in security values which has been prevailing throughout the world during the year 1930 had its effect on the securities held by your Company, but your Directors would point out that this decline in value is not an actual realized loss and they feel that conditions will change for the better within a reasonable time and that security values will gradually work back to higher levels than those at present prevailing.

The Books and Accounts of the Company have been audited by Messrs. P. S. Ross & Sons, Chartered Accountants, whose certificate is attached.

Respectfully submitted on behalf of the Board.

President.

CANADIAN POWER & PAP

Balance Sheet as at

ASSETS		
	1930	1929
Cash	\$ 32,147.62	\$ 134,726.12
Investment Securities†	7,722,159.83	6,506,982.25
Accrued Revenue thereon	66,525.39	57,230.74
Prepaid Charges.	842.21	1,157.26

†The aggregate value of these investments based on available market quotations or estimated fair values at 31st December 1930 was \$1,090,251.33 less than the above book value.

<u>\$7,821,675.05</u>	<u>\$6,700,096.37</u>
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Approved on behalf of the Board: A. J. NESBITT
JAS. B. WOODYATT } Directors.

CANADIAN POWER & PAPER INVESTMENTS, LIMITED

31st December, 1930

LIABILITIES

	1930	1929
Collateral Loans	\$1,237,335.35	\$ 151,714.01
Accounts Payable and Accrued Liabilities	14,055.63	6,308.28
Accrued Interest on Debentures	52,083.30	52,083.30
Accrued Dividend on Preferred Stock	20,833.32	20,833.32
Five Per Cent Thirty-Year Debentures Series "A" due 1st February 1958	2,500,000.00	2,500,000.00
†Five Per Cent Cumulative Convertible Preferred Stock:		
Authorized 100,000 shs. \$50. each \$5,000,000.00		
Issued 50,000 shs. \$50. each	2,500,000.00	2,500,000.00
Common Stock:		
Authorized 250,000 shs. of No Par Value.		
Issued 100,000 shs. of No Par Value	950,000.00	950,000.00
Surplus	547,367.45	519,157.46
†Redeemable in whole or in part, at any time after January 1st, 1934, at \$52.50 per share, plus accrued and unpaid dividends to date of redemption, on 60 days notice.	<u>\$7,821,675.05</u>	<u>\$6,700,096.37</u>

AUDITORS' CERTIFICATE

To the Shareholders,

CANADIAN POWER & PAPER INVESTMENTS, LIMITED,
Montreal.

We have audited the books of the Canadian Power & Paper Investments, Limited, for the year ended 31st December 1930 and have obtained all the information and explanations which we have required.

We certify that, in our opinion, the attached Balance Sheet at 31st December 1930 is drawn up so as to set forth a correct view of the financial position of the Company at that date and that the Surplus Account reflects the results from operations for the year ended the same date, according to the best of our information, the explanations given to us and as shown by the books of the Company.

MONTREAL, QUE., 6th February, 1931.

(Signed) P. S. Ross & Sons,
Chartered Accountants.

Canadian Power & Paper Investments, Limited



Profit and Loss Account

For the Year Ended 31st December, 1930



Dividends and Interest from Investments		\$329,607.70
LESS: Loss on Sale of Investments		5,668.38
		<u>\$323,939.32</u>
LESS: Expenses	\$ 46,963.47	171,963.47
Interest on Debentures	125,000.00	
		<u>\$151,975.85</u>
Transferred to Surplus Account		<u></u>



Surplus Account

For the Year Ended 31st December, 1930



Balance at 31st December, 1929		\$519,157.46
ADD: Adjustments pertaining to prior years		1,234.14
		<u>\$520,391.60</u>
ADD: Profit for the year ended 31st December, 1930	\$151,975.85	
LESS: Dividends on Preferred Stock	125,000.00	26,975.85
		<u>\$547,367.45</u>

Canadian Power & Paper Investments, Limited

Comparative Statement of Earnings

For Years Ending 31st December

	1928	1929	1930
Revenue	\$144,607.09	\$275,205.63	\$329,607.70
Profits realized from Investments less appropriation to Investment Reserve	323,900.26	241,012.45	D. 5,668.38
	468,507.35	516,218.08	323,939.32
Expenses	X 11,111.98	X 30,372.52	X 45,446.21
Taxes	1,750.00	1,032.18	1,517.26
	12,861.98	31,404.70	46,963.47
	455,645.37	484,813.38	276,975.85
LESS: Interest on Debentures	101,754.05	125,000.00	125,000.00
Reserve for Income Tax	25,000.00		
	126,754.05	125,000.00	125,000.00
	328,891.32	359,813.38	151,975.85
LESS: Preferred Dividends		109,181.35	125,000.00
Surplus for the Year	328,891.32	250,632.03	26,975.85
ADD: Previous Balance	D. 19,448.14	A. 268,525.43	A. 520,391.60
Surplus Carried Forward	<u>\$309,443.18</u>	<u>\$519,157.46</u>	<u>\$547,367.45</u>

A. Adjusted.

D. Deficit.



